

YOUNG, SHERON

From: _Regulatory Comments
Sent: Friday, July 07, 2006 8:59 AM
To: YOUNG, SHERON
Subject: FW: M. L. Muncy / Comments on Notice of Proposed Accuracy of Advertising and Notice of Insured Status

From: Melody Muncy [mailto:melodym@qualstarcu.com]
Sent: Thursday, July 06, 2006 3:29 PM
To: _Regulatory Comments
Subject: M. L. Muncy / Comments on Notice of Proposed Accuracy of Advertising and Notice of Insured Status

The logo appears on virtually all share deposit material of the credit union. Many IT hours will be required to accomplish the change. All disclosures will need to be redone to accommodate this change. Four color marketing pieces will need to be recreated.

In addition to the time element, is an expense factor. This regulation was approved after the budget was created for 2006. The cost factor of turning around this many pieces this quickly could have substantial impact on the ratios we work so hard to maintain.

An NCUA representative told another credit union this morning that we would have seven (7) months to accomplish the change because we know today. That is incorrect because she said they would not supply the new logo until December and then we will have sixty (60) days. If we don't have the logo to work with in this advance time, the notice won't do us much good! I do not feel that this is not adequate time, if the intent is to have all pieces changed within that time frame.

Melody L. Muncy, CUCE
VP Audit & Compliance
Qualstar Credit Union
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7/10/2006